Local Sales Tax Rate Change - Marion County

Sales tax notice #06-02

The Tennessee Department of Revenue has been notified that the governing body of Marion County has increased the local sales tax rate to 2.75% by means of a resolution, which was approved by a majority of the voters. The new rate will become effective on May 1, 2006. This rate change is effective for all of Marion County, including Jasper, Kimball, Orme, Richard City, South Pittsburg, Whitwell, Monteagle, Newhope, and Powells Crossroads.

The local option tax rate is applicable to the first \$1,600.00 of the sale price of any single article of tangible personal property sold, unless that item is specifically exempted from local tax or taxed at another rate by

statute. The local rate is also applicable to the total sales price of any taxable service. In addition, there is a state single article tax rate of 2.75% applicable to the sales price, from \$1,600.01 up to and including \$3,200, of any item of tangible personal property.

If you have any questions concerning this change, please contact the Tennessee Department of Revenue, Taxpayer Services Division, at (615) 253-0600 or, within Tennessee only, 1-800-342-1003.

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